STATE RISK MANAGEMENT FUND
INVESTMENT PERFORMANCE REPORT AS OF AUGUST 31, 2002

	Month Ended 8/31/2002				Month Ended 7/31/2002				Current Fiscal YTD	Prior Year FY02	3 Years Ended 6/30/2002	5 Years Ended 6/30/2002
		Allocation				Allocation						
	Market Value	Actual	Policy	Net ROR	Market Value	Actual	Policy	Net ROR	Net	Net	Net	Net
LARGE CAP DOMESTIC EQUITY												
Structured Growth												
AllianceBernstein	**57,995**	**2.1%**	**2.3%**	**2.47%**	**56,632**	**2.1%**	**2.3%**	**-7.10%**	**-4.82%**	**-28.65%**	**-16.80%**	**N/A**
Russell 1000 Growth				*0.30%*				*-5.50%*	*-5.22%*	*-26.49%*	*-16.15%*	*N/A*
Structured Value												
LSV	**64,425**	**2.3%**	**2.3%**	**0.35%**	**64,278**	**2.3%**	**2.3%**	**-8.45%**	**-8.14%**	**2.41%**	**5.40%**	**N/A**
Russell 1000 Value				*0.75%*				*-9.30%*	*-8.62%*	*-8.96%*	*-2.92%*	*N/A*
S&P 500 Index												
State Street	**273,552**	**9.8%**	**10.5%**	**0.66%**	**271,755**	**9.9%**	**10.5%**	**-7.77%**	**-7.16%**	**-18.03%**	**-9.27%**	**3.58%**
S&P 500				*0.66%*				*-7.80%*	*-7.19%*	*-17.99%*	*-9.18%*	*3.67%*
TOTAL LARGE CAP DOMESTIC EQUITY	***395,972***	***14.1%***	***15.0%***	**0.87%**	***392,665***	***14.3%***	***15.0%***	***-7.79%***	***-6.99%***	**-16.89%**	**-8.30%**	**3.74%**
S&P 500				*0.66%*				*-7.80%*	*-7.19%*	*-17.99%*	*-9.18%*	*3.67%*
SMALL CAP DOMESTIC EQUITY												
Manager-of-Managers												
SEI	***122,585***	***4.4%***	***5.0%***	**0.75%**	***121,750***	***4.4%***	***5.0%***	***-13.68%***	***-13.03%***	**-11.77%**	**N/A**	**N/A**
Russell 2000 + 200bp				*-0.09%*				*-14.93%*	*-15.01%*	*-7.96%*	*N/A*	*N/A*
TOTAL SMALL CAP DOMESTIC EQUITY	***122,585***	***4.4%***	***5.0%***	**0.75%**	***121,750***	***4.4%***	***5.0%***	***-13.68%***	***-13.03%***	**-11.69%**	**2.22%**	**4.32%**
Russell 2000				*-0.26%*				*-15.10%*	***-15.32%***	*-8.59%*	*1.67%*	*4.44%*
CONVERTIBLES												
TCW	**281,007**	**10.0%**	**10.0%**	**1.76%**	**262,876**	**9.5%**	**10.0%**	**-7.22%**	**-5.58%**	**-20.37%**	**-2.22%**	**N/A**
First Boston Convertible Index				*0.54%*				*-6.25%*	*-5.74%*	*-12.44%*	*0.11%*	*N/A*
INTERNATIONAL EQUITY												
Large Cap - Active												
Capital Guardian	**-**	**0.0%**	**0.0%**	**N/A**	**0**	**0.0%**	**0.0%**	**N/A**	**-11.47%**	**-12.10%**	**-2.96%**	**2.87%**
MSCI EAFE - 50% Hedged				*N/A*				*N/A*	*-10.26%*	*-14.62%*	*-7.32%*	*-1.89%*
DOMESTIC FIXED INCOME												
Core Bond												
Western Asset	**732,611**	**26.2%**	**25.0%**	**2.62%**	**739,228**	**26.8%**	**25.0%**	**-0.21%**	**2.41%**	**8.36%**	**8.53%**	**7.80%**
Lehman Aggregate				*1.69%*				*1.21%*	*2.92%*	*8.62%*	*8.10%*	*7.57%*
Index												
Bank of ND	392,965	14.0%	15.0%	2.30%	397,371	14.4%	15.0%	1.32%	3.64%	8.38%	7.79%	7.42%
Bank of ND CD'S	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	N/A	5.04%	5.55%	5.48%
Total Index	**392,965**	**14.0%**	**15.0%**	**2.30%**	**397,371**	**14.4%**	**15.0%**	**1.32%**	**3.64%**	**8.14%**	**7.66%**	**7.30%**
Lehman Gov/Corp				*2.24%*				*1.20%*	*3.47%*	*8.24%*	*7.86%*	*7.47%*
BBB Average Quality												
Strong	**288,988**	**10.3%**	**10.0%**	**3.38%**	**289,116**	**10.5%**	**10.0%**	**-1.70%**	**1.62%**	**N/A**	**N/A**	**N/A**
Lehman US Credit BAA				*3.56%*				*-2.23%*	*1.25%*	*N/A*	*N/A*	*N/A*
TOTAL DOMESTIC FIXED INCOME	***1,414,563***	***50.5%***	***50.0%***	***2.69%***	***1,425,715***	***51.7%***	***50.0%***	***-0.08%***	***2.60%***	***7.55%***	***7.88%***	***7.42%***
Lehman Gov/Corp				*2.24%*				*1.20%*	*3.47%*	*8.24%*	*7.86%*	*7.47%*
CASH EQUIVALENTS												
Bank of ND	***587,443***	***21.0%***	***20.0%***	***0.16%***	***552,067***	***20.0%***	***20.0%***	***0.16%***	***0.32%***	***2.41%***	***4.76%***	***4.99%***
90 Day T-Bill				*0.14%*				*0.15%*	*0.29%*	*2.63%*	*4.68%*	*4.84%*
TOTAL RISK MANAGEMENT FUND	**2,801,569**	**100.00%**	**100.00%**	**1.75%**	**2,755,073**	**100.00%**	**100.00%**	**-2.45%**	**-0.75%**	**-2.68%**	**0.05%**	**3.24%**
POLICY TARGET BENCHMARK				*1.29%*				*-1.92%*	*-0.66%*	*0.31%*	1.44%	4.45%

NOTE: Monthly returns and market values are preliminary and subject to change.